



State of Utah  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt  
Governor

Ted Stewart  
Executive Director

James W. Carter  
Division Director

355 West North Temple  
3 Triad Center, Suite 350  
Salt Lake City, Utah 84180-1203  
801-538-5340  
801-359-3940 (Fax)  
801-538-5319 (TDD)

DOG M  
MINERALS PROGRAM  
FILE COPY

November 23, 1993

Mr. Thomas H. Shore  
District Ranger  
Manti-LaSal National Forest  
150 South Main 6-4  
Ephraim, UT 84627

Re: Reclamation Surety Request, Henry 1 and 2 mine, Harold Davis and Sons,  
M/023/023, Juab County, Utah

Dear Mr. Shore;

The Division recently received a Reclamation Contract and copy of the surety for the Henry 1 and 2 Mine. The mine is located on Forest Service land in Juab County. The mine has been under permit and surety with the Forest Service for several years. However, it has not been permitted with the Division until recently.

The operator sent us a copy of the mine surety, which indicates that a Certificate of Deposit (CD) has been set aside for the sum of \$33,000. The CD has been made out "payable to H.E. Davis and Sons" (see attached copy). A surety made out payable to the operator may not be acceptable to our Board.

The Division mailed your office a letter dated October 12, 1993, discussing the pending completion of the state's permitting requirements for the mine. In that letter we requested the Forest Service to supply us with information regarding the surety, currently held on the site. The letter included a Joint Agency surety form, which would allow for joint agency concurrence prior to reclamation release.

Prior to our Board approving the permit, for this mine, we will need to confirm that some type of agreement exists for joint agency access to the surety. Also, would you please provide us with an explanation of how the Forest Service would access this surety in the event of the need of bond forfeiture? If the Forest would prefer that the Division maintain the surety, the same joint agreement would be made.

Thank you for your assistance in helping us complete this permitting step.

Sincerely,

Holland Shepherd  
Senior Reclamation Specialist

cc: H.E. Davis, Operator  
Wayne Hedberg, DOGM

## AUTOMATICALLY RENEWABLE CERTIFICATE OF DEPOSIT

**FAR WEST BANK**

135 EAST 200 NORTH, SALEM, UTAH 84653

No. 0912

THIS CERTIFIES THAT THERE HAS BEEN DEPOSITED IN THIS INSTITUTION THE AMOUNT OF

\*\*\*\*\*THIRTY THREE THOUSAND DOLLARS AND NO/100\*\*\*\*\*

DOLLARS

PAYABLE TO \*\*\*H.E. DAVIS AND SONS\*\*\*

ADDRESS 187 South 100 East Salem, Ut.

SOC. SEC. OR TAX ID. NO.	INTEREST RATE	INTEREST PAYABLE	DATE OF ISSUE	MATURITY DATE	AMOUNT DEPOSITED
	7.00% per annum	Quarterly	3-20-91	3-20-92	\$ ****33,000.00***

PAYABLE IN CURRENT FUNDS AT ANY MATURITY DATE UPON PROPER ENDORSEMENT AND SURRENDER OF THIS CERTIFICATE. THIS CERTIFICATE SHALL BE AUTOMATICALLY RENEWED FOR ADDITIONAL PERIODS EQUAL TO THE ORIGINAL TERM, UNLESS THE OWNER HEREOF PRESENTS THIS CERTIFICATE FOR PAYMENT ON, OR WITHIN SEVEN DAYS AFTER, ANY MATURITY DATE, OR UNLESS THE INSTITUTION MAILES WRITTEN NOTICE TO THE OWNER, AT THE ABOVE ADDRESS, AT LEAST TEN DAYS PRIOR TO ANY MATURITY, OF THE INSTITUTION'S INTENTION TO REDEEM THIS CERTIFICATE. INTEREST HEREON SHALL BE PAYABLE DURING THE PERIOD OF EACH SUCH RENEWAL AT THE RATE SPECIFIED IN A NOTICE FROM THE INSTITUTION, OR, IN THE ABSENCE OF ANY SUCH NOTICE, AT THE RATE BEING PAID BY THE INSTITUTION ON TIME CERTIFICATES OF DEPOSIT WITH THE SAME TERM AS THIS CERTIFICATE AS OF THE DATE OF SUCH RENEWAL. THIS CERTIFICATE MAY BE REDEEMED IN ADVANCE OF EACH MATURITY DATE ONLY WITH THE CONSENT OF THE INSTITUTION AND ONLY IN ACCORDANCE WITH THE PENALTY FOR EARLY WITHDRAWAL.

<input type="checkbox"/> DEPOSIT INTEREST TO ACCOUNT NO.	<input type="checkbox"/> MAIL INTEREST CHECK
	<input checked="" type="checkbox"/> ADD INTEREST TO PRINCIPAL

*Stan M. Jonate*  
 AUTHORIZED SIGNATURE